

Message Text

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43

ORIGIN AGR-20

INFO OCT-01 NEA-14 ISO-00 EB-11 AID-20 COME-00 TRSE-00

FRB-03 CIEP-03 SWF-02 L-03 IGA-02 H-03 CIAE-00 INR-11

NSAE-00 RSC-01 /094 R

DRAFTED BY USDA:CJORTEGA:EB/OFPPD:RSSIMPSON:JV

APPROVED BY EB/ORF/OFPPD:MPBOERNER

USDA/CEP:KOSTEPHENS

USDA/CEP:PBPAULI

USDA/CEP:FAWOODLING

USDA:ERBEVIS

NEA/PAB:JONES

AID:MCCLOSKEY

EB/OFPPD:RBMCMULLEN

----- 026776

P 261530Z P 74

FM SECSTATE WASHDC

TO AMEMBASSY ISLAMABAD PRIORITY

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E.O. 11652: N/A

TAGS: AGR, ETRD, PK

SUBJECT; CONVERSION OF CASH WHEAT SALES TO CREDIT

REF: (A) ISLAMABAD 8654; (B) ISLAMABAD 8329

1. IN RESPONSE PARA 7, REF B, AS A GENERAL RULE ONLY SALES MADE AFTER LINE OF CCC CREDIT IS ANNOUNCED (IN SOME CASES THE ANNOUNCEMENT SPECIFIES SEVEN DAYS) ARE ELIGIBLE FOR PARTICIPATION IN LINE OF CREDIT. THE CONCEPT IS ONE OF SAFEGUARDING NORMAL COMMERCIAL TRANSACTIONS AND AVOIDING DISPLACEMENT BY GOVERNMENT FUNDS. THIS POLICY IS RECOGNIZED BY BANKING COMMUNITY, CONGRESSIONAL COMMITTEES, AND BY EXPORTERS, ESPECIALLY THOSE THAT ENGAGE IN SOME EXPORT FINANCING THEMSELVES. CONVERSION OF CASH

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SALES TO GOVERNMENT CREDITS THUS RUNS COUNTER TO CCC
EXPORT FINANCING OBJECTIVES AND CANNOT BE AUTHORIZED.

2. ALTHOUGH PAKISTAN WHEAT NEEDS REMAIN UNDER CONSIDERA-
TION, CCC BUDGET CONSTRAINTS AND CONTINUED
UNCERTAINTY RELATING TO WORLD WHEAT SUPPLY/DEMAND BALANCES
IN 1975 MAKE IT IMPOSSIBLE TO OFFER GOP ASSURANCES OF
ADDITIONAL CCC EXPORT CREDIT FINANCING AT THIS TIME.

3. CONCEPT OF SAFEGUARDING NORMAL COMMERCIAL TRANS-
ACTIONS ALSO APPLIES TO PL 480, AND USG AGREEMENT TO
LETTER OF CONDITIONAL REIMBURSEMENT (LCR) IS VERY
UNLIKELY. KISSINGER

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NNN

*** Current Handling Restrictions *** n/a

*** Current Classification *** LIMITED OFFICIAL USE

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGRICULTURAL FINANCE, WHEAT
Control Number: n/a
Copy: SINGLE
Draft Date: 26 SEP 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: izenbei0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE212184
Document Source: CORE
Document Unique ID: 00
Drafter: CJORTEGA:EB/OF/FPD:RSSIMPSON:JV
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: D740271-0938
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740986/aaaahrua.tel
Line Count: 78
Locator: TEXT ON MICROFILM, TEXT ON-LINE
Office: ORIGIN AGR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: (A) ISLAMABAD 8654; (B) ISLAMABAD 83, 29
Review Action: RELEASED, APPROVED
Review Authority: izenbei0
Review Comment: n/a
Review Content Flags:
Review Date: 22 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <22 AUG 2002 by shawdg>; APPROVED <04 MAR 2003 by izenbei0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> srp 971201
Subject: CONVERSION OF CASH WHEAT SALES TO CREDIT
TAGS: EAGR, ETRD, PK
To: ISLAMABAD
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005